

Ruling No. 13.

X-8059

F E D E R A L R E S E R V E B O A R D

STATEMENT FOR THE PRESS

For immediate release

October 10, 1934.

MARGIN REQUIREMENTS -- SHORT SALES
AND OTHER TRANSACTIONS IN RESTRICTED
ACCOUNTS.

In reply to an inquiry, the Board has ruled that under section 4(d) of Regulation T short sales may be made in a restricted account if the margin customarily required by the creditor on such short commitments is demanded on the same day and is obtained within the time allowed by section 4(e). The same principle applies to the execution in restricted accounts of transactions of the kinds referred to in clause 4 of section 3(f).